GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind. & Com. Department – Setting up of Common Facility Centre (CFC) in Gold Ornament Cluster, Jaggayyapeta, Krishna District, Andhra Pradesh under MSE–CDP - Sanction and authorizing CEO, MSME Development Corporation to adjust the funds of Government of Andhra Pradesh share Rs.32,00,000/-(40% of the grant of State) under MSE–CDP guidelines to the Current Account of Andhra Pradesh MSME Development Corporation – Administrative Sanction Accorded – Orders – Issued.

INDUSTRIES AND COMMERCE (PROG.1) DEPARTMENT

G.O.Rt.No.86 Dated: 08/06/2021

Read the following:

1. OM of Government of India 1(834)/CDD/guidelines/2018, Dt. 11.10.2019.
2. Minutes of 54th Meeting of National Level Steering Committee (NLSC) of Micro & Small Enterprises Cluster Development Program (MSE-CDP) by MSME Development Commission, Government of India, Dated.02.03.2021.
3. E-file received from the CEO, AP MSME Development Corporation vide e-file no. INC64-OPOM0MISC/13/2021-CEOINC64, Computer No: 1382269.

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ORDER:

In the reference 1st read above, Government of India issued revised guidelines of Micro and Small Enterprises Cluster Development Programme (MSE-CDP). The Cluster Development approach as a key strategy for enhancing the productivity and competitiveness as well as capacity building of Micro and Small Enterprises (MSEs) and their collectives. These guidelines of MSE-CDP elaborate the procedure and funding pattern for various admissible components in the scheme. One of the components in MSE-CDP Scheme is Common Facility Center (CFC). Under this scheme the Government of India grant will be restricted to 70% of the cost of Project of maximum Rs.20.00 Crore. Certain special cases like North East & Hill States, Island territories, Aspirational Districts/LWE affected Districts, Clusters with more than 50% (a) micro/ village, (b) women owned, (c) SC/ST units, the GoI grant will be 90% project cost. The cost of Project includes cost of Land (subject to maximum of 25% of Project Cost), building, pre-operative expenses, preliminary expenses, machinery & equipment, miscellaneous fixed assets, support infrastructure such as water supply, electricity and margin money for working capital. The project has to be implemented within 2 years from the date of final approval.

2. As per the new guidelines under MSE-CDP scheme, the release of funds for Common Facility Centre (CFC) would be in three /four installments to the implementing Agency (IA) on the basis of Physical progress, actual expenditure incurred and requirement of funds for the Project. Contribution from State Government may be released in one-GO or proportionately at 40:30:30 ratio and deposit of funds from State Government and SPV is mandatory before seeking grant from Government of India by Implementing Agency.

(P.T.O)

3. In the Minutes of 54th Meeting of National Level Steering Committee of Micro & Small Enterprises Cluster Development Program (MSE-CDP), held on 02.03.2021 has accorded approval for establishment of Common Facility Centre on Gold Ornament Cluster, Jaggayyapeta, Krishna District, Andhra Pradesh with the following means of finance as detailed below:

Sl. No	Particulars	Approved Cost (In Lakhs)
1	Grant – in – Aid from Govt. of India	614.52
2	Grant – in – Aid from Govt. of Andhra Pradesh	80.00
3.	SPV Contribution	105.48
	Total	800.00

4. In the reference 3rd read above, the Chief Executive Officer, MSME Development Corporation has requested the Government to authorise the Director of Industries to release Government of Andhra Pradesh Grant of Rs.32,00,000/- (40% of the grant of State) from the amount of Rs.1.25 crore available in the PD Account of MSME Development Corporation which was carry forwarded from the previous year budget i.e., F.Y.2020-21 and adjust to the Current Account No. 4014836840-1of State Bank of India, M.G Road Branch, Vijayawada opened exclusively for Setting up of Common Facility Centre (CFC) in Gold Ornament Cluster, Jaggayyapeta, Krishna District in order to get the GOI share as per the MSE-CDP guidelines.

5. After consideration of the above proposal, Government hereby accorded Administrative sanction to release an amount of Rs.32,00,000/- (Rupees thirty two lakhs only) (40% of the grant of State) and authorized the CEO, MSME Development Corporation (DDO) to utilize the balance fund carried forward from previous F.Y.(2020-21) available in the PD account of Andhra Pradesh MSME Development Corporation with HoA 84430010611200830O1VN by adjusting these funds to the Project specific SBI Current Account No. 4014836840-1.

6. The amount sanctioned above shall be utilized as per the scheme guidelines and the purpose for which it is sanctioned. Implementing Agency & Director of Industries shall ensure necessary formalities as per the Scheme guidelines while executing the Project.

7. The CEO, MSME Development Corporation / Director of Industries Vijayawada, shall take necessary action in the matter accordingly.

8. This order is issued with the concurrence of Finance (FMU-I&I, Energy and I&C) Dept., vide Fin. U.O.No. FIN01-FMU0ASD/68/2021-FMU-IIEIC (Computer No:1413497), Dt. 21.05.2021.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R. KARIKAL VALAVEN
SPL. CHIEF SECRETARY TO GOVERNMENT

To
The Director of Industries, Vijayawada.

Contd… .3

The CEO, MSME Development Corporation, Tadepalli, Guntur.
Copy to: The Director, Ministry of MSME,
O/o Development Commissioner(MSME), Nirman Bhawan, New Delhi.
The Pay & Accounts Officer, Ibrahimpatnam, Vijayawada.
The Director of Treasuries & Accounts, Ibrahimpatnam, Vijayawada.
The A.G (A & E), Vijayawada.
The Finance (FMU-I&I, Energy and I&C) Department.
SPl. Chief Secretary to Government, Ind. & Com. Department.
Sf/Sc

// FORWARDED :: BY ORDER //

SECTION OFFICER